



CITY OF LODI COUNCIL COMMUNICATION

AGENDA TITLE: Adopt Resolution Approving the City of Lodi Financial Plan and Budget for the Fiscal Year Beginning July 1, 2009 and Ending June 30, 2010 and Approving the Fiscal Year 2009/10 Appropriation Spending Limit

MEETING DATE: June 10, 2009

PREPARED BY: City Manager


RECOMMENDED ACTION: Adopt Resolution approving the City of Lodi Financial Plan and Budget for the fiscal year beginning July 1, 2009 and ending June 30, 2010 and approving the Fiscal Year 2009/10 Appropriation Spending Limit.

BACKGROUND INFORMATION: The recommended action is a continuation of the June 3, 2009 Regular City Council meeting. The Council had previously received information and accepted public comments. The Council chose to postpone the adoption of the Budget until June 10th to provide additional time for bargaining groups to consider means to avoid lay-offs.

The Council has received information on the budget at its May 5th, May 12th, and May 19th Shirtsleeve meetings, and at Special Council Meetings May 26th and June 2nd, and at the Regular Meeting June 3rd.

Depending upon the response from the bargaining groups, an updated resolution will be provided at the meeting.

FISCAL IMPACT The 2009/10 Budget provides an expenditure plan for all funds.



Blair King, City Manager

APPROVED: 

Blair King, City Manager

RESOLUTION NO. 2009-____

A RESOLUTION OF THE LODI CITY COUNCIL
ADOPTING THE CITY OF LODI FINANCIAL PLAN AND
BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1,
2009 AND ENDING JUNE 30, 2010, AND APPROVING
THE 2009-10 APPROPRIATIONS SPENDING LIMIT

WHEREAS, the City Manager submitted the 2009-10 balanced Financial Plan and Budget to the City Council on May 20, 2009; and

WHEREAS, the 2009-10 Financial Plan and Budget was prepared in accordance with the City Council's goals, budget assumptions, and policies; and

WHEREAS, the City Council conducted public budget meetings on May 5, May 12, May 19, May 20, May 26, June 2, June 3, and June 10, 2009, at the Carnegie Forum; and

WHEREAS, the City Council is required to adopt the Appropriations Spending Limit for 2009-10; and

WHEREAS, the Appropriations Spending Limit and the annual adjustment factors selected to calculate the Limit are part of the Financial Plan and Budget.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Lodi as follows:

1. That the 2009-10 Financial Plan and Budget, as proposed by the City Manager, be approved as follows:

	Budaet
General Fund	
Police	\$14,955,058
Fire	8,696,662
Public Works	1,970,501
Parks	2,293,696
City Clerk	546,606
City Manager	538,610
City Attorney	462,890
Internal Services	3,667,493
Economic Development	506,527
Non-Departmental	6,232,858
Total General Fund	\$39,870,901
Other Funds	
Electric Utility	\$72,634,564
Water Utilitv	12,500,365
Transit	4,070,445

Streets	3,017,491
Community Development	1,123,218
Recreation	1,844,318
Librarv	1.419,910
Transportation Development Act	50,000
Community Dev Block Grant	751,256
Public Safety Special Revenue	580,151
Capital Outlay	467,760
Equip & Vehicle Replacement	415,000
Debt Service	1,676,931
Benefits	6,909,090
Self Insurance	2,340,000
Trust and Agency	388.064
Fleet Services	1.960,170
Total Other Funds	\$130.351.767
Total	\$170,222,668

2. That the funds for the 2009-10 Financial Plan and Budget are appropriated as summarized in the document on file in the City Clerk's Office; and
3. That the Appropriations Spending Limit be increased by \$794,752 from the 2008-09 level of \$76,227,535 to the 2009-10 level of \$77,022,286.

Dated: June 10, 2009

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I hereby certify that Resolution No. 2009-____ as passed and adopted by the City Council of the City of Lodi in a special meeting held June 10, 2009, by the following votes:

AYES: COUNCIL MEMBERS –

NOES: COUNCIL MEMBERS –

ABSENT: COUNCIL MEMBERS –

ABSTAIN: COUNCIL MEMBERS –

RANDI JOHL
City Clerk

2009-____

APPROPRIATIONS SPENDING LIMIT

2009-10 APPROPRIATIONS SPENDING LIMIT
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				AMOUNT
Last Year's Limit				76,227,535
Adjustment Factors				
1	Population %	1.0042		
2	Inflation %	1.0062		
Total Adjustment %				1.0104
Annual Adjustment				794,752
Adjustments				None
Total Adjustments				794,752
2009-10 APPROPRIATIONS SPENDING LIMIT				77,022,287

2009-10 APPROPRIATIONS SUBJECT TO LIMITATION

		AMOUNT
PROCEEDS OF TAXES		30,614,117
EXCLUSIONS		
APPROPRIATIONS SUBJECT TO LIMITATION		30,614,117
CURRENT YEAR LIMIT		77,022,287
OVER(UNDER) LIMIT		(46,408,169)

EXHIBIT A

City of Lodi
Appropriations Spending Limit
Fiscal Year 09-10

		Amount	Source
A.	Last Year's Limit	76,227,535	
B.	Adjustments Factors		
	1 Population %	1.0042	(Exhibit B)
	2 Inflation %	1.0062	(State Finance)
	Total Adjustment %	1.01043	(B1*B2)
C.	Annual Adjustment	794,752	(B*A)
D.	Other Adjustments	None	
E.	Total Adjustments	794,752	(C+D)
F.	This Year's Limit	77,022,287	(A+E)

City of Lodi
Appropriations Spending Limit
Growth Factors/Calculations

EXHIBIT B

GROWTH FACTORS:			
Fiscal Year	Per Capita Income	%Increase City Population	%Increase County Population
87-88	3.47	5.72	3.33
88-89	4.66	4.96	3.32
89-90	5.19	2.52	2.20
90-91	4.21	2.26	2.23
91-92	4.14	1.19	2.64
92-93	-0.64	0.97	2.41
93-94	2.72	0.73	2.13
94-95	0.71	0.51	1.57
95-96	4.72	1.31	1.59
96-97	4.67	1.68	1.85
97-98	4.67	0.70	1.21
98-99	4.15	1.16	1.47
99-00	4.53	1.94	1.44
00-01	4.91	1.29	1.78
01-02	7.82	1.90	2.71
02-03	-1.27	2.14	3.07
03-04	2.31	1.69	2.86
04-05	3.28	0.75	2.54
05-06	5.26	0.96	2.65
06-07	3.96	0.30	2.00
07-08	4.42	0.90	1.73
08-09	4.29	0.68	1.59
09-10	0.62	0.42	1.07

CALCULATIONS:			
Fiscal Year	Calculation		Appropriation Spending Limit
87-88	1.0347 x 1.0572 = 1.0939 1.0939 x \$22,654,787	=	\$24,782,072
88-89	1.0466 x 1.0496 = 1.0985 1.0985 x \$24,782,072	=	\$27,223,106
89-90	1.0519 x 1.0252 = 1.0784 1.0784 x \$27,223,106	=	\$29,357,398

90-91	1.0421 x 1.0226 =1.0657 1.0657 x \$29,357,398	=	\$31,286,179
91-92	1.0414 x 1.0264 =1.0689 1.0689 x \$31,286,179	=	\$33,441,797
92-93	.9936 x 1.0241 =1.0175 1.0175 x 33,441,797	=	\$34,027,028
93-94	1.0272 x 1.0213 = 1.0491 1.0491x 34,027,028	=	\$35,697,155
94-95	1.0071 x 1.0157 = 1.0229 1.0229 x 35,697,755	=	\$36,515,234
95-96	1.0472 x 1.0131 =1.0609 1.0609 x 36,515,234	=	\$38,739,012
96-97	1.0467x1.0168=1.0643 1.0643 x 38739012	=	\$41,229,332
97-98	1.0467x1.0070=1.0540 1.0540x 41,229,332	=	\$43,456,825
98-99	1.0415x1.01160=1.0536 1.0536x 43,456,825		\$45,785,303
99-00	1.0453x1.0194=1.0656 1.0656x45,785,303		\$48,787,849
00-01	1.049 1x1.0129=1.0626 1.0626x48,787,849		\$51,843,591
01-02	1.0782x1.0190=1.0987 1.0986858		\$56,959,824
02-03	.9873x1.0214=1.00843 1.00842822		\$57,439,894
03-04	1.023 1x 1.0169=1.0404 1.04039039		\$59,759,913
04-05	1.0328x1.0075=1.040546 1.040546		\$62,182,939
05-06	1.0526x1.0096=1.06270496 1.06270496		\$66,082,118
06-07	1.0396x1.0030=1.0427188 1.0427188		\$68,905,066
07-08	1.0442x1.0090=1.0535978 1.0535978		\$72,598,226
08-09	1.0429x1.0068=1.0499917 1.0499917		\$76,227,535
09-10	1.0062x1.0042=1.01042604 1.01042604		\$77,022,287

09-10 Appropriations Subject to Limit:

\$30,614,117	=	39.75%
\$77,022,287		

APPROPRIATIONSSUBJECTTO LIMITATION

City of Lodi
Fiscal Year 09-10

	AMOUNT	SOURCE
A. PROCEEDS OF TAXES	30,614,117	(Exhibit F)
C. APPROPRIATIONSSUBJECTTO LIMITATION	30,614,117	(A-B)
E. OVER(UNDER) LIMIT	(46,408,169)	(C-D)

$$\frac{30,614,117}{77,022,287} = 39.75\%$$

EXHIBIT D**EXCLUDED APPROPRIATIONS**

City of Lodi
Fiscal Year 09-10

CATEGORY		Amount
COURT ORDERS		
Subtotal		None
FEDERAL MANDATES		
Subtotal		None
QUALIFIED CAPITAL OUTLAYS		
Subtotal		None
QUALIFIED DEBT SERVICE		
Subtotal		None
TOTAL EXCLUDABLE		None

(Copy to Exhibit C & G)

City of Lodi
Schedule to Match User Fees to Costs
Fiscal Year 09-10

EXHIBIT E

	User Fee Collections	Cost Associated With User Fees	Amount in Excess of User fees
Public Safety Fees	305,000	23,651,720	0
Parks and Recreation Fees	1,327,188	4,096,236	0
Community Center Fees	443,578	1,859,673	0
Community Development Fees	441,000	1,210,238	0
PW Engineering Fees	216,032	945,540	0
Library Fees	50,000	1,419,910	0
Total	<u>2,782,798</u>	<u>33,183,317</u>	<u>0</u>

EXHIBIT F

Calculation - Proceeds of Taxes

City of Lodi
Fiscal Year 09-10

REVENUE	PROCEEDS OF TAXES	NON-PROCEEDS OF TAXES	TOTAL
TAXES:			
Property Taxes	8,475,000		8,475,000
Sales & Use Tax	7,479,255	266,000	7,745,255
Business License Tax	1,089,750		1,089,750
Franchise Tax	1,641,000		1,641,000
Transient Occupancy Tax	411,000		411,000
Real Property -Documentary Tax	140,000		140,000
In-Lieu Franchise Tax	6,976,670		6,976,670
FROM STATE			
Motor Vehicle In Lieu	4,335,771		4,335,771
State H-way Maintenance		1,1405	1,1405
Gas Tax		1,062,000	1,062,000
Cigarette tax			0
Transportation Development Act		1,876,800	1,876,800
TDA -Pedestrian/Bike Path		n	n
SB 300 Transportation Partnership		r	
Measure K Funds		900,000	900,000
State Reimbursements-POST		90,000	90,000
Public Library grants		50,000	50,000
PERS Rebate		0	0
SB90 Reimbursements		n	n
Asset Seizure Funds/Auto Theft		v	
Drug Suppression Grant		238,000	238,000
State special grants		100,000	100,000
State STIP reimbursement		n	n
LOCALLY RAISED			
Fines, Forfeitures, Penalties		1,231,000	1,231,000
Licenses and permits		694,595	694,595
Rent of City Property		789,475	789,475
Development Fees		972,073	972,073
USER FEES			
(from Exhibit E)	0	2,782,798	2,782,798
OTHER MISCELLANEOUS			
Sale of Property		3,500	3,500
Restitution-Damage to Property		0	0
Other revenue		503,390	503,390
Interfund Transfers		5,932,983	5,932,983
SUB-TOTAL	30,548,446	17,504,019	48,052,465
(for Exhibit G)			
INTEREST EARNINGS	65,671	37,629	103,300
(from Exhibit G)			
TOTAL REVENUE	30,614,117	17,541,648	48,155,765
(use for Exhibit C)			
RESERVE WITHDRAWALS			
(Including appropriated Fund Balance)			
TOTAL OF THESE FUNDS			48,155,765
OTHER FUNDS NOT INCLUDED			117,626,635
GRAND TOTAL BUDGET			165,782,400

Interest Earnings
Produced by Taxes

City of Lodi
Fiscal Year 09-10

	AMOUNT	SOURCE
A. NON-INTEREST TAX PROCEEDS	30,548,446	“(Exhibit F)
B. MINUS EXCLUSIONS	0	(Exhibit D)
C. NET INVESTED TAXES	30,548,446	(A-B)
D. TOTAL NON-INTEREST BUDGET	48,052,465	“(Exhibit F)
E. TAX PROCEEDS AS PERCENT OF BUDGET	63.57%	(C/D)
F. INTEREST EARNINGS	103,300	
G. AMOUNT OF INTEREST EARNED FROM TAXES	65,671	(E*F)
H. AMOUNT OF INTEREST EARNED ON NON-TAXES	31,629	(F-G)
I. Take the result of steps #G & H Copy on to Exhibit F		

RESOLUTION NO. 2009-76

A RESOLUTION OF THE LODI CITY COUNCIL
ADOPTING THE CITY OF LODI FINANCIAL PLAN AND
BUDGET FOR THE FISCAL YEAR BEGINNING JULY 1,
2009 AND ENDING JUNE 30, 2010, AND APPROVING
THE 2009-10 APPROPRIATIONS SPENDING LIMIT

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WHEREAS, the 2009-10 Financial Plan and Budget was prepared in accordance with the City Council's goals, budget assumptions, and policies; and

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	Budget
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Parks	2,293,696
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City Manager	538,610
City Attorney	462,890
Internal Services	3,667,493
Economic Development	506,527
Non-Departmental	6,232,858
Total General Fund	\$39,870,901
Other Funds	
Electric Utility	\$72,634,564
Water Utility	12,500,365
Wastewater Utility	16,343,361
Transit	4,070,445

Streets	3,017,491
Recreation	1,844,318
Community Center	1,859,673
Library	1,419,910
Transportation Development Act	50,000
Community Dev Block Grant	751,256
Public Safety Special Revenue	580,151
Capital Outlay	467,760
Equip & Vehicle Replacement	415,000
Debt Service	1,676,931
Benefits	6,909,090
Self Insurance	2,340,000
Trust and Agency	388,064
Fleet Services	1,960,170
Total Other Funds	\$130,351,767
Total	\$170,222,668

2. That the funds for the 2009-10 Financial Plan and Budget are appropriated as summarized in the document on file in the City Clerk's Office; and
3. That the Appropriations Spending Limit be increased by \$794,752 from the 2008-09 level of \$76,227,535 to the 2009-10 level of \$77,022,286.

Dated: June 10, 2009

=====


I hereby certify that Resolution No. 2009-76 as passed and adopted by the City Council of the City of Lodi in a special meeting held June 10, 2009, by the following votes:

AYES: COUNCIL MEMBERS – Hitchcock, Johnson, Katzakian, and Mayor Hansen

NOES: COUNCIL MEMBERS – Mounce

ABSENT: COUNCIL MEMBERS – None

ABSTAIN: COUNCIL MEMBERS – None


 RANDI JOHL
 City Clerk

FY 2009/10 Budget (cont.)



June 10, 2009

FY 2009/10 Budget (cont.)



Changes since June 3

General Services: No layoffs.

City-requested contributions approved

Fire Mid-Management: No layoffs.

City-requested contributions approved

Fire: No layoffs.

City-requested contributions approved

Maint. & Operators: 2 Streets Maint. III layoffs.

Group agreed to partial contributions

- Two Fire Captains accept retirement service credit
- Senior Planner accepts retirement service credit

FY 2009/10 Budget (cont.)



Agreements Prior to June 3

- Executive Management
- Confidential
- Mid-Management
- IBEW
- Police Officers
- Police Dispatchers
- Police Mid-Management

FY 2009/10 Budget (cont.)



Two-year service credit (13)

- Associate Civil Engineer
- Dispatcher-Jailer
- Fire Chief
- Fire Inspector
- Parks Maintenance Worker III
- Public Works Inspector
- Senior Civil Engineer
- Senior Programmer/Analyst
- Streets and Drainage Manager
- Building Inspector II
- Fire Captain (2)
- Senior Planner

FY 2009/10 Budget (cont.)



General Fund Budget

Department	2008/09 Ratio	2009/10 Proposed Budget	2009/10 Ratio	Change 2008/09 vs. 2009/10	Ratio Change
City Clerk	1.35%	\$546,606	1.37%	(\$25,166)	0.02%
City Manager	1.39%	\$538,610	1.35%	(\$49,329)	-0.04%
City Attorney	1.22%	\$462,890	1.16%	(\$17,252)	-0.06%
Internal Services Department	9.44%	\$3,667,493	9.20%	(\$326,893)	-0.24%
Non-Departmental	4.50%	\$2,269,136	5.69%	\$531,972	1.19%
Economic Development	1.24%	\$506,527	1.27%	(\$16,165)	0.03%
Police	36.84%	\$14,955,058	37.51%	(\$1,038,284)	0.67%
Fire	21.99%	\$8,696,662	21.81%	(\$641,392)	-0.18%
Public Works	5.82%	\$1,970,501	4.94%	(\$487,526)	-0.88%
Parks	5.74%	\$2,293,696	5.75%	(\$133,366)	0.01%
Library	3.45%	\$1,352,026	3.39%	(\$185,968)	-0.06%
Community Development	0.54%	\$162,100	0.41%	(\$23,048)	-0.14%
Community Center	2.98%	\$1,166,095	2.92%	(\$106,697)	-0.05%
Recreation	1.26%	\$494,130	1.24%	(\$158,370)	-0.02%
Streets MOE	2.24%	\$789,371	1.98%	(\$161,567)	-0.26%
Total	100.00%	\$39,870,901	100.00%	(\$2,839,051)	

FY 2009/10 Budget (cont.)



All funds revenues

Fund - Revenues	2008-09 Budget	2009-10 Budget	\$ Change	% Change
General Fund Total	42,229,193	39,870,901	(2,358,292)	-5.58%
Library Fund Total	2,200,294	1,453,901	(746,393)	-33.92%
Street Fund Total	4,667,659	3,509,713	(1,157,946)	-24.81%
Transportation Dev Act Fund Total	97,116	-	(97,116)	-100.00%
CDBG Fund Total	431,000	751,256	320,256	74.31%
Police Special Revenue Fund Total	207,577	107,000	(100,577)	-48.45%
Capital Outlay Fund Total	2,127,603	371,436	(1,756,167)	-82.54%
Equipment Fund Total	65,000	65,000	-	0.00%
Vehicle Replacement Fund Total	538,550	365,579	(172,971)	-32.12%
Debt Service Fund Total	1,770,980	1,676,931	(94,049)	-5.31%
Water Fund Total	13,297,945	14,186,738	888,793	6.68%
Wastewater Fund Total	21,457,272	13,821,930	(7,635,342)	-35.58%
Electric Fund Total	74,471,805	73,752,410	(719,395)	-0.97%
Transit Fund Total	7,002,481	4,232,831	(2,769,650)	-39.55%
Comm Dev Special Rev Fund Total	1,615,148	1,427,891	(187,257)	-11.59%
Benefits Fund Total	7,483,032	6,909,090	(573,942)	-7.67%
Self Insurance Fund Total	2,235,773	2,483,520	247,747	11.08%
Trust and Agency Fund Total	242,817	388,064	145,247	59.82%
Parks Special Grants Total	-	-	-	-
Redevelopment Agency Total	-	-	-	-
Fire Special Revenue Fund Total	480,152	480,151	(1)	0.00%
Fleet Services Total	1,947,553	1,960,170	12,617	0.65%
Community Center Total	1,938,531	1,859,673	(78,858)	-4.07%
Recreation Total	1,798,838	1,844,318	45,480	2.53%
Grand Total	188,306,319	171,518,503	(16,787,816)	-8.92%

FY 2009/10 Budget (cont.)



All funds expenditures

Fund - Expenditures	2008-09 Budget	2009-10 Budget	\$ Change	% Change
General Fund Total	42,709,952	39,870,901	(2,839,051)	-6.65%
Library Fund Total	2,826,159	1,419,910	(1,406,249)	-49.76%
Street Fund Total	8,424,384	3,017,491	(5,406,893)	-64.18%
Transportation Dev Act Fund Total	97,850	50,000	(47,850)	-48.90%
CDBG Fund Total	461,105	751,256	290,151	62.93%
Police Special Revenue Fund Total	120,741	100,000	(20,741)	-17.18%
Capital Outlay Fund Total	3,645,173	467,760	(3,177,413)	-87.17%
Equipment Fund Total	130,999	65,000	(65,999)	-50.38%
Vehicle Replacement Fund Total	696,098	350,000	(346,098)	-49.72%
Debt Service Fund Total	1,770,980	1,676,931	(94,049)	-5.31%
Water Fund Total	15,523,008	12,500,365	(3,022,643)	-19.47%
Wastewater Fund Total	30,497,223	16,343,361	(14,153,862)	-46.41%
Electric Fund Total	73,091,069	72,634,564	(456,505)	-0.62%
Transit Fund Total	7,338,156	4,070,445	(3,267,711)	-44.53%
Comm Dev Special Rev Fund Total	1,628,438	1,123,218	(505,220)	-31.02%
Benefits Fund Total	7,453,525	6,909,090	(544,435)	-7.30%
Self Insurance Fund Total	4,011,630	2,340,000	(1,671,630)	-41.67%
Trust & Agency Fund Total	239,386	388,064	148,678	62.11%
Fire Special Revenue Fund Total	480,152	480,151	-	0.00%
Fleet Services Total	1,947,553	1,960,170	12,617	0.65%
Community Center Total	1,938,531	1,859,673	(78,858)	-4.07%
Recreation Total	1,763,730	1,844,318	80,588	4.57%
Grand Total	206,795,842	170,222,668	(36,573,174)	-17.69%

FY 2009/10 Budget (cont.)



Staff recommends adoption of budget as presented